

Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton Division Director

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

12/19/2000

U S ENERGY CORP 877 N 800 W RIVERTON WY 82501

Re: Request for Annual Report for the Year 2000.

Dear Sirs:

The enclosed report form(s) for the Mine(s) referenced below need to be completed and returned to this office by January 31,2001.

Mine Status	Mine Number	Mine Name	Contact Person
INACTIVE	M170001	TONY M/LUCKY STRIKE	DANIEL ARIMA
INACTIVE	M370040	VELVET	DANIEL ARIMA
INACTIVE	S170017	FRANK M MINE	DANIEL ARIMA
INACTIVE	S370090	WOOD COMPLEX	DANIEL ARIMA

Annual reports are required by Rules R647-3-116 and R647-4-121 of the Division's Amended and New Rules, Minerals Reclamation Program.

Reports are required regardless of annual mine activity, unless you have received a written waiver or formal release from reclamation obligations from the Division.

Thank you for your cooperation and prompt attention to this matter.

Sincerely,

D. Wayne Hedberg Permit Supervisor

D. Wayne Hedberg

Minerals Reclamation Program